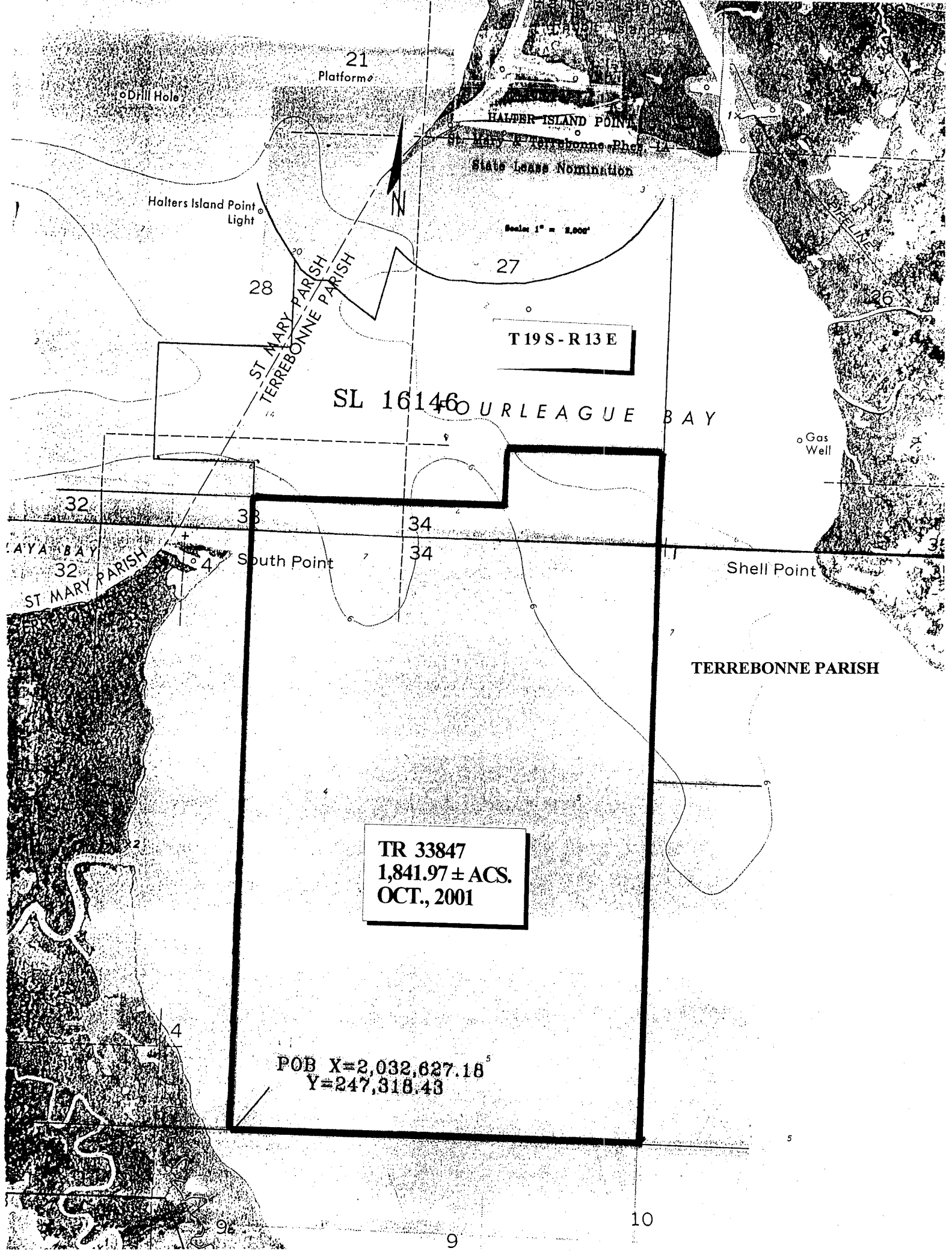


cancellation, or abrogation, including, but not limited to, bonuses, rents and royalties.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

Applicant: Cypress Energy Corporation

| Bidder | Cash Payment | Price / Acre | Rental | Oil | Gas | Other |
|--------|-----------------|-----------------|--------|-----|-----|-------|
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |



21
Platform

Drill Hole

HALTER ISLAND POINT

St. Mary & Terrebonne Pkwy

State Lease Nomination

Halter Island Point
Light

Scale: 1" = 2,000'

ST MARY PARISH
TERREBONNE PARISH

T19S-R13E

SL 16146 COURLEAGUE BAY

Gas
Well

Shell Point

TERREBONNE PARISH

TR 33847
1,841.97 ± ACS.
OCT., 2001

POB X=2,032,627.18
Y=247,318.43

TRACT 33848 - Terrebonne Parish, Louisiana

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description and all islands and other lands formed by accretion or reliction, except tax lands, owned by and not under mineral lease from the State of Louisiana on October 10, 2001, situated in Terrebonne Parish, Louisiana, within the following described boundaries: Beginning at a point having Coordinates of X = 2,039,728.40 and Y = 270,247.03; thence East 18,400.00 feet to a point having Coordinates of X = 2,058,128.40 and Y = 270,247.03; thence South 5,994.93 feet to a point on the North line of State Lease No. 16487 having Coordinates of X = 2,058,128.40 and Y = 264,252.10; thence along the boundaries of said State Lease No. 16487 the following: South 89 degrees 24 minutes 15 seconds West a distance of 6,326.09 feet and South 00 degrees 28 minutes 40 seconds East a distance of 10,654.56 feet to its Southwest corner having Coordinates of X = 2,051,891.50 and Y = 253,532.43; thence West 12,171.85 feet to a point having Coordinates of X = 2,039,719.65 and Y = 253,532.43; thence North 5,720.78 feet to the Southeast corner of State Lease No. 16146 having Coordinates of X = 2,039,719.65 and Y = 259,253.21; thence North along the East line of said State Lease No. 16146 to its Northeast corner and a point on the East line of State Lease No. 2077, as amended; thence Northerly along the boundary of said State Lease No. 2077 to a point having Coordinates of X = 2,039,728.40 and Y = 267,629.28; thence continue North to the point of beginning, containing approximately 193 acres, as shown outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources, as provided by the applicant. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The above description of the tract nominated for lease has been provided exclusively by the party nominating the tract for lease. The Louisiana State Mineral Board makes no representation as to the accuracy of the description of the nominated tract or its suitability for lease. The Louisiana State Mineral Board has made no inspection of the nominated tract for the existence of conflicting leases, operating agreements, private claims or other existing or future obligations or conditions which may affect all or any portion of the nominated tract or its suitability for lease.

Maps depicting the nominated tract, containing the bearings, distances and coordinates of the nominated tract based on the Louisiana Coordinate System of 1927, North or South Zone, as applicable, are available for public inspection and review at the offices of the Louisiana State Mineral Board from 10:00 a.m. to 3:00 p.m. Monday - Friday.

In the event of conflict between the description of the nominated tract set forth above and the description of the nominated property as contained on the maps maintained at the offices of the Louisiana State Mineral Board, the Louisiana State Mineral Board maps shall prevail and shall provide the final property description of the lease to be awarded of the nominated tract.

Any mineral lease of the nominated tract by the Louisiana State Mineral Board shall be without warranty of any kind, either express, implied, or statutory, including, but not limited to, the implied warranties or merchantability and fitness for a particular purpose. Should the mineral lease of the nominated tract awarded by the

Louisiana State Mineral Board be subsequently modified, cancelled or abrogated due to the existence of conflicting leases, operating agreements, private claims or other existing of future obligations or conditions which may affect all or any portion of the leased tract, it shall not relieve the Lessee of the obligation to pay any bonus due thereon to the Louisiana State Mineral Board, nor shall the Louisiana State Mineral Board be obligated to refund any consideration paid by the Lessee prior to such modification, cancellation, or abrogation, including, but not limited to, bonuses, rents and royalties.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

Applicant: Cypress Energy Corporation

| Bidder | Cash Payment | Price / Acre | Rental | Oil | Gas | Other |
|--------|-----------------|-----------------|--------|-----|-----|-------|
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

P.O.B.
X= 2,039,728.40
Y= 270,247.03

T19S-13E

TR 33848
193 ± ACS.
OCT., 2001

Gas Well

Shell Point

HALTER ISLAND POINT
St. Mary & Terrebonne Pbes, LA
State Lease Nomination

Scale: 1" = 2,000'

TRACT 33849 - Terrebonne Parish, Louisiana

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description and all islands and other lands formed by accretion or reliction, except tax lands, owned by and not under mineral lease from the State of Louisiana on October 10, 2001, situated in Terrebonne Parish, Louisiana, within the following described boundaries: Beginning at the Southwest corner of State Lease No. 16487 having Coordinates of X = 2,051,891.50 and Y = 253,532.43; thence along the South line of said State Lease No. 16487 North 89 degrees 24 minutes 39 seconds East a distance of 5,345.43 feet to a point having Coordinates of X = 2,057,236.65 and Y = 253,587.39; thence South 6,268.96 feet to a point having Coordinates of X = 2,057,236.65 and Y = 247,318.43; thence West 17,517.00 feet to a point having Coordinates of X = 2,039,719.65 and Y = 247,318.43; thence North 6,214.00 feet to a point having Coordinates of X = 2,039,719.65 and Y = 253,532.43; thence East 12,171.85 feet to the point of beginning, containing approximately 2,295 acres, as shown outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources, as provided by the applicant. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The above description of the tract nominated for lease has been provided exclusively by the party nominating the tract for lease. The Louisiana State Mineral Board makes no representation as to the accuracy of the description of the nominated tract or its suitability for lease. The Louisiana State Mineral Board has made no inspection of the nominated tract for the existence of conflicting leases, operating agreements, private claims or other existing or future obligations or conditions which may affect all or any portion of the nominated tract or its suitability for lease.

Maps depicting the nominated tract, containing the bearings, distances and coordinates of the nominated tract based on the Louisiana Coordinate System of 1927, North or South Zone, as applicable, are available for public inspection and review at the offices of the Louisiana State Mineral Board from 10:00 a.m. to 3:00 p.m. Monday - Friday.

In the event of conflict between the description of the nominated tract set forth above and the description of the nominated property as contained on the maps maintained at the offices of the Louisiana State Mineral Board, the Louisiana State Mineral Board maps shall prevail and shall provide the final property description of the lease to be awarded of the nominated tract.

Any mineral lease of the nominated tract by the Louisiana State Mineral Board shall be without warranty of any kind, either express, implied, or statutory, including, but not limited to, the implied warranties or merchantability and fitness for a particular purpose. Should the mineral lease of the nominated tract awarded by the Louisiana State Mineral Board be subsequently modified, cancelled or abrogated due to the existence of conflicting leases, operating agreements, private claims or other existing of future obligations or conditions which may affect all or any portion of the leased tract, it shall not relieve the Lessee of the obligation to pay any bonus due thereon to the Louisiana State Mineral Board, nor shall the Louisiana State Mineral Board be obligated to refund any

consideration paid by the Lessee prior to such modification, cancellation, or abrogation, including, but not limited to, bonuses, rents and royalties.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

Applicant: Cypress Energy Corporation

| Bidder | Cash Payment | Price / Acre | Rental | Oil | Gas | Other |
|--------|-----------------|-----------------|--------|-----|-----|-------|
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

LEAGUE BAY

Gas Well

Shell Point

HALTER ISLAND POINT
St. Mary & Terrebonne Phos. LA
State Lease Nomination

Scale 1" = 2,000'

T 19 S - 13 E

T 20 S - 13 E

POB X=2,051,891.50
Y=253,532.43

TR 33849
2,295 ± ACS.
OCT., 2001

Crow

65

TRACT 33850 - St. Charles Parish, Louisiana

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description and all islands and other lands formed by accretion or reliction, except tax lands, owned by and not under mineral lease from the State of Louisiana on October 10, 2001, situated in St. Charles Parish, Louisiana, within the following described boundaries: Beginning at a point having Coordinates of X = 2,334,900.00 and Y = 405,800.00; thence South 15,600.00 feet to a point having Coordinates of X = 2,334,900.00 and Y = 390,200.00; thence West 16,800.00 feet to a point having Coordinates of X = 2,318,100.00 and Y = 390,200.00; thence North 15,600.00 feet to a point having Coordinates of X = 2,318,100.00 and Y = 405,800.00; thence East 16,800.00 feet to the point of beginning, **LESS AND EXCEPT** any acreage lying inside the perimeter of the Salvador Wildlife Management Area, containing approximately 1,728 acres, as shown outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources, as provided by the applicant. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The above description of the tract nominated for lease has been provided exclusively by the party nominating the tract for lease. The Louisiana State Mineral Board makes no representation as to the accuracy of the description of the nominated tract or its suitability for lease. The Louisiana State Mineral Board has made no inspection of the nominated tract for the existence of conflicting leases, operating agreements, private claims or other existing or future obligations or conditions which may affect all or any portion of the nominated tract or its suitability for lease.

Maps depicting the nominated tract, containing the bearings, distances and coordinates of the nominated tract based on the Louisiana Coordinate System of 1927, North or South Zone, as applicable, are available for public inspection and review at the offices of the Louisiana State Mineral Board from 10:00 a.m. to 3:00 p.m. Monday - Friday.

In the event of conflict between the description of the nominated tract set forth above and the description of the nominated property as contained on the maps maintained at the offices of the Louisiana State Mineral Board, the Louisiana State Mineral Board maps shall prevail and shall provide the final property description of the lease to be awarded of the nominated tract.

Any mineral lease of the nominated tract by the Louisiana State Mineral Board shall be without warranty of any kind, either express, implied, or statutory, including, but not limited to, the implied warranties or merchantability and fitness for a particular purpose. Should the mineral lease of the nominated tract awarded by the Louisiana State Mineral Board be subsequently modified, cancelled or abrogated due to the existence of conflicting leases, operating agreements, private claims or other existing of future obligations or conditions which may affect all or any portion of the leased tract, it shall not relieve the Lessee of the obligation to pay any bonus due thereon to the Louisiana State Mineral Board, nor shall the Louisiana State Mineral Board be obligated to refund any consideration paid by the Lessee prior to such modification, cancellation, or abrogation, including, but not limited to, bonuses,